

ND JOB SERVICE PENSION FUND
INVESTMENT PERFORMANCE REPORT AS OF SEPTEMBER 30, 2002

| | Month Ended 9/30/2002 | | | | | Month Ended 8/31/2002 | | | | Month Ended 7/31/2002 | | | | Current | Prior Year | 3 Years | 5 Years |
|---------------------------------|-----------------------|--------|---------|---------|---------|-----------------------|--------------|-------|------------|-----------------------|-------|---------|------------|---------|------------|---------|---------|
| | Allocation | | Quarter | Month | Month | Allocation | | Month | Allocation | | Month | Net ROR | Fiscal YTD | FY02 | 3 Years | 5 Years | |
| | Market Value | Actual | Policy | | | Net ROR | Market Value | | Actual | Policy | | | | | | | Net ROR |
| LARGE CAP DOMESTIC EQUITY | | | | | | | | | | | | | | | | | |
| Structured Growth | | | | | | | | | | | | | | | | | |
| AllianceBernstein | 1,321,743 | 2.2% | 2.6% | -13.56% | -9.13% | 1,346,225 | 2.3% | 2.6% | 2.33% | 1,316,435 | 2.3% | 2.6% | -7.03% | -13.56% | -28.98% | -16.11% | N/A |
| Russell 1000 Growth | | | | -15.05% | -10.37% | | | | 0.30% | | | | -5.50% | -15.05% | -26.49% | -16.15% | N/A |
| Structured Value | | | | | | | | | | | | | | | | | |
| LSV | 2,991,516 | 5.0% | 5.1% | -18.29% | -11.45% | 3,126,307 | 5.4% | 5.1% | 0.20% | 3,121,059 | 5.4% | 5.3% | -7.91% | -18.29% | 2.72% | 5.54% | N/A |
| Russell 1000 Value | | | | -18.77% | -11.12% | | | | 0.76% | | | | -9.30% | -18.77% | -8.96% | -4.87% | N/A |
| Enhanced Russell 1000 Index | | | | | | | | | | | | | | | | | |
| LA Capital (Wilshire) | 2,837,796 | 4.8% | 5.1% | -16.27% | -10.01% | 2,918,732 | 5.0% | 5.1% | 0.66% | 2,901,110 | 5.0% | 5.3% | -7.56% | -16.27% | -17.00% | N/A | N/A |
| Russell 1000 | | | | -16.91% | -10.74% | | | | 0.52% | | | | -7.40% | -16.91% | -17.89% | N/A | N/A |
| Enhanced S&P 500 Index | | | | | | | | | | | | | | | | | |
| Northern Trust | 2,742,890 | 4.6% | 5.1% | -16.71% | -10.52% | 2,837,282 | 4.9% | 5.1% | 0.66% | 2,818,229 | 4.9% | 5.3% | -7.52% | -16.71% | -16.98% | N/A | N/A |
| Strong | 2,725,238 | 4.6% | 5.1% | -16.75% | -11.94% | 2,864,361 | 4.9% | 5.1% | 0.74% | 2,846,256 | 4.9% | 5.3% | -6.15% | -16.75% | -20.23% | N/A | N/A |
| Westridge | 3,414,235 | 5.7% | 5.1% | -17.19% | -10.85% | 3,464,099 | 5.9% | 5.1% | 0.66% | 3,446,632 | 6.0% | 5.3% | -7.72% | -17.19% | -17.54% | N/A | N/A |
| Total Enhanced S&P 500 Index | 8,882,363 | 14.9% | 15.3% | -16.88% | -11.09% | 9,165,741 | 15.7% | 15.3% | 0.68% | 9,111,117 | 15.8% | 15.8% | -7.14% | -16.88% | -18.23% | N/A | N/A |
| S&P 500 | | | | -17.28% | -10.87% | | | | 0.66% | | | | -7.80% | -17.28% | -17.98% | N/A | N/A |
| S&P 500 Index | | | | | | | | | | | | | | | | | |
| State Street | 3,093,816 | 5.2% | 6.0% | -17.26% | -10.86% | 3,213,209 | 5.5% | 6.0% | 0.66% | 3,192,135 | 5.5% | 6.1% | -7.78% | -17.26% | -17.96% | -9.14% | 3.67% |
| S&P 500 | | | | -17.28% | -10.87% | | | | 0.66% | | | | -7.80% | -17.28% | -17.98% | -9.18% | 3.67% |
| TOTAL LARGE CAP DOMESTIC EQUITY | 19,127,234 | 32.0% | 34.0% | -16.78% | -10.82% | 19,770,215 | 33.9% | 34.0% | 0.72% | 19,641,856 | 34.0% | 35.0% | -7.35% | -16.78% | -17.13% | -9.48% | 2.68% |
| S&P 500 | | | | -17.28% | -10.87% | | | | 0.66% | | | | -7.80% | -17.28% | -17.98% | -9.18% | 3.67% |
| SMALL CAP DOMESTIC EQUITY | | | | | | | | | | | | | | | | | |
| Manager-of-Managers | | | | | | | | | | | | | | | | | |
| SEI | 5,267,083 | 8.8% | 9.0% | -19.10% | -7.06% | 5,019,348 | 8.6% | 9.0% | 0.88% | 4,985,157 | 8.6% | 10.0% | -13.72% | -19.10% | -11.87% | N/A | N/A |
| Russell 2000 + 200bp | | | | -20.90% | -7.01% | | | | -0.08% | | | | -14.93% | -20.90% | -6.68% | N/A | N/A |
| TOTAL SMALL CAP DOMESTIC EQUITY | 5,267,083 | 8.8% | 9.0% | -19.10% | -7.06% | 5,019,348 | 8.6% | 9.0% | 0.88% | 4,985,157 | 8.6% | 10.0% | -13.72% | -19.10% | -11.87% | 1.18% | 1.95% |
| Russell 2000 | | | | -21.40% | -7.18% | | | | -0.25% | | | | -15.10% | -21.40% | -8.59% | 1.67% | 4.44% |
| INTERNATIONAL EQUITY | | | | | | | | | | | | | | | | | |
| Large Cap - Core | | | | | | | | | | | | | | | | | |
| State Street | 513,580 | 0.9% | 1.0% | -19.99% | -10.86% | 514,035 | 0.9% | 1.0% | -0.59% | 516,966 | 0.9% | 1.0% | -9.69% | -19.99% | -11.74% | -6.76% | -2.26% |
| MSCI EAFE - 50% Hedged | | | | -20.02% | -10.88% | | | | -0.24% | | | | -10.04% | -20.02% | -14.62% | -5.75% | 0.27% |
| Large Cap - Active | | | | | | | | | | | | | | | | | |
| Capital Guardian | 1,339,146 | 2.2% | 2.5% | -21.50% | -10.70% | 1,337,663 | 2.3% | 2.5% | -1.69% | 1,361,739 | 2.4% | 2.5% | -10.59% | -21.50% | -13.17% | -1.00% | 5.76% |
| Bank of Ireland | 289,742 | 0.5% | 0.5% | -21.60% | -12.14% | 294,077 | 0.5% | 0.5% | -0.77% | 296,762 | 0.5% | 0.5% | -10.07% | -21.60% | N/A | N/A | N/A |
| Total Large Cap - Active | 1,628,887 | 2.7% | 3.0% | -21.51% | -10.96% | 1,631,740 | 2.8% | 3.0% | -1.52% | 1,658,502 | 2.9% | 3.0% | -10.49% | -21.51% | -12.19% | -0.63% | 6.00% |
| MSCI EAFE - 50% Hedged | | | | -20.02% | -10.88% | | | | -0.24% | | | | -10.04% | -20.02% | -14.62% | -5.75% | 0.27% |
| Small Cap - Active | | | | | | | | | | | | | | | | | |
| Lazard | 324,773 | 0.5% | 0.5% | -17.39% | -8.39% | 316,119 | 0.5% | 0.5% | -1.45% | 321,200 | 0.6% | 0.5% | -8.49% | -17.39% | N/A | N/A | N/A |
| Wellington | 311,487 | 0.5% | 0.5% | -17.35% | -10.01% | 309,414 | 0.5% | 0.5% | -2.58% | 317,354 | 0.5% | 0.5% | -5.73% | -17.35% | N/A | N/A | N/A |
| Total Small Cap - Active | 636,261 | 1.1% | 1.0% | -17.37% | -9.19% | 625,533 | 1.1% | 1.0% | -2.01% | 638,554 | 1.1% | 1.0% | -7.14% | -17.37% | N/A | N/A | N/A |
| SSB BROAD MARKET INDEX < \$2BN | | | | -15.30% | -8.20% | | | | -0.90% | | | | -6.90% | -15.30% | N/A | N/A | N/A |
| TOTAL INTERNATIONAL EQUITY | 2,778,728 | 4.7% | 5.0% | -20.31% | -10.53% | 2,771,308 | 4.7% | 5.0% | -1.46% | 2,814,022 | 4.9% | 5.0% | -9.61% | -20.31% | -10.49% | -2.94% | 2.40% |
| MSCI EAFE - 50% Hedged | | | | -20.02% | -10.88% | | | | -0.24% | | | | -10.04% | -20.02% | -14.62% | -5.75% | 0.27% |
| DOMESTIC FIXED INCOME | | | | | | | | | | | | | | | | | |
| Core Bond | | | | | | | | | | | | | | | | | |
| Western Asset | 5,445,883 | 9.1% | 7.9% | 3.66% | 0.75% | 5,038,330 | 8.6% | 8.0% | 2.68% | 5,190,487 | 9.0% | 7.9% | 0.22% | 3.66% | 8.87% | 8.93% | 8.26% |
| Lehman Aggregate | | | | 4.58% | 1.62% | | | | 1.69% | | | | 1.21% | 4.58% | 8.62% | 8.10% | 7.57% |
| Active Duration | | | | | | | | | | | | | | | | | |
| Criterion | 5,367,722 | 9.0% | 7.9% | 2.57% | 0.95% | 4,956,106 | 8.5% | 8.0% | 1.50% | 5,165,601 | 8.9% | 7.9% | 0.11% | 2.57% | 6.00% | 7.60% | 7.09% |
| Lehman Aggregate | | | | 4.58% | 1.62% | | | | 1.69% | | | | 1.21% | 4.58% | 8.62% | 8.10% | 7.57% |

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INVESTMENT PERFORMANCE REPORT AS OF SEPTEMBER 30, 2002

| | Month Ended 9/30/2002 | | | | | Month Ended 8/31/2002 | | | | Month Ended 7/31/2002 | | | | Current | Prior Year | 3 Years | 5 Years |
|--|-----------------------|----------------|----------------|---------------|---------------|-----------------------|----------------|----------------|---------------|-----------------------|----------------|----------------|---------------|---------------|----------------|---------------|--------------|
| | Allocation | | Quarter | Month | | Allocation | | Month | | Allocation | | Month | | Fiscal YTD | FY02 | Ended | Ended |
| | Market Value | Actual | Policy | Net ROR | Net ROR | Market Value | Actual | Policy | Net ROR | Market Value | Actual | Policy | Net ROR | Net ROR | Net ROR | 6/30/2002 | 6/30/2002 |
| Index | | | | | | | | | | | | | | | | | |
| Bank of ND | 6,475,599 | 10.9% | 11.8% | 5.96% | 2.18% | 6,144,393 | 10.5% | 11.7% | 2.06% | 6,020,843 | 10.4% | 11.4% | 1.62% | 5.96% | 9.56% | 8.03% | 7.55% |
| Bank of ND Match Loan CD Program | 553,746 | 0.9% | 0.9% | 1.44% | 0.49% | 633,332 | 1.1% | 1.1% | 0.48% | 635,388 | 1.1% | 1.1% | 0.48% | 1.44% | 5.79% | 5.86% | 5.90% |
| Total Index | 7,029,345 | 11.8% | 12.8% | 4.78% | 1.74% | 6,777,725 | 11.6% | 12.8% | 1.65% | 6,656,231 | 11.5% | 12.5% | 1.32% | 4.78% | 9.68% | 7.81% | 7.47% |
| Lehman Gov/Corp | | | | 5.70% | 2.15% | | | | 2.24% | | | | 1.20% | 5.70% | 8.24% | 7.85% | 7.47% |
| Convertibles | | | | | | | | | | | | | | | | | |
| TCW | 4,820,922 | 8.1% | 7.9% | -9.90% | -4.93% | 4,725,742 | 8.1% | 8.0% | 2.70% | 4,403,818 | 7.6% | 7.9% | -7.73% | -9.90% | -21.20% | -2.06% | N/A |
| First Boston Convertible Index | | | | -8.56% | -2.99% | | | | 0.64% | | | | -6.25% | -8.56% | -12.44% | 0.11% | N/A |
| BBB Average Quality | | | | | | | | | | | | | | | | | |
| Strong | 5,318,990 | 8.9% | 7.9% | 0.39% | 1.30% | 4,893,905 | 8.4% | 8.0% | 2.98% | 4,901,194 | 8.5% | 7.9% | -3.76% | 0.39% | 3.16% | 6.83% | N/A |
| Lehman BBB | | | | 2.70% | 1.43% | | | | 3.56% | | | | -2.23% | 2.70% | 5.85% | 4.75% | N/A |
| Timberland | | | | | | | | | | | | | | | | | |
| Evergreen (Wachovia) | 3,866,006 | 6.5% | 6.5% | -0.22% | -0.07% | 3,604,105 | 6.2% | 6.2% | -0.07% | 3,446,397 | 6.0% | 6.0% | -0.07% | -0.22% | N/A | N/A | N/A |
| | | | | | | | | | | | | | | | N/A | N/A | N/A |
| TOTAL DOMESTIC FIXED INCOME | 31,848,868 | 53.4% | 51.0% | 0.71% | 0.17% | 29,995,913 | 51.4% | 51.0% | 1.94% | 29,763,729 | 51.5% | 50.0% | -1.37% | 0.71% | 2.56% | 6.70% | 6.56% |
| Lehman Aggregate | | | | 4.58% | 1.62% | | | | 1.69% | | | | 1.21% | 4.58% | 8.62% | 8.10% | 7.57% |
| INTERNATIONAL FIXED INCOME | | | | | | | | | | | | | | | | | |
| International Core | | | | | | | | | | | | | | | | | |
| UBS Global (Brinson) | 626,528 | 1.0% | 1.0% | 2.39% | 0.59% | 586,939 | 1.0% | 1.0% | 1.49% | - | 0.0% | 0.0% | N/A | N/A | N/A | N/A | N/A |
| Salomon Brothers Non-US Gov't Bond Index | | | | 2.84% | 0.61% | | | | 1.63% | | | | N/A | N/A | N/A | N/A | N/A |
| CASH EQUIVALENTS | | | | | | | | | | | | | | | | | |
| Northern Trust STIF/STEP | 32,336 | 0.1% | 0.0% | 0.68% | 0.14% | 249,122 | 0.4% | 0.0% | 0.29% | 615,826 | 1.1% | 0.0% | 0.24% | 0.68% | 2.29% | 4.72% | 5.01% |
| 90 Day T-Bill | | | | 0.45% | 0.16% | | | | 0.14% | | | | 0.15% | 0.45% | 2.63% | 4.67% | 4.84% |
| TOTAL FUND | 59,680,778 | 100.00% | 100.00% | -8.21% | -4.68% | 58,392,846 | 100.00% | 100.00% | 1.25% | 57,820,590 | 100.00% | 100.00% | -4.90% | -8.21% | -7.01% | -1.24% | 5.23% |
| POLICY TARGET BENCHMARK | | | | -7.00% | -4.04% | | | | 1.08% | | | | -4.12% | -7.00% | -3.25% | -4.49% | 3.98% |

NOTE: Monthly returns and market values are preliminary and subject to change.